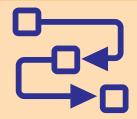
THE CITY OF MILPITAS NEW DISPOSAL CONTRACT FACT SHEET

Bay Area Air Quality Management District (BAAQMD) has confirmed odor complaints from Newby Island Landfill (www.baaqmd.gov). Newby Island Landfill is located in the City of San Jose, but on the Western border of Milpitas. Republic Services/Allied Waste own and operate Newby Island. The City of Milpitas has a new deal with Waste Management Inc. to be our new garbage disposal vendor. The new disposal site will be at the Guadalupe Landfill, also in San Jose. All regulatory and permitting for both Landfills are done through the City of San Jose not the City of Milpitas. Milpitas has no regulatory authority over odor control at either Guadalupe or Newby Island Landfills.

THE PROCESS

The City, after a 30 year contract with Republic Services/Allied Waste completed a competitive, open, transparent bid process for a new garbage disposal vendor. Republic Services/Allied Waste, the operator of Newby Island Landfill, did not submit a bid for disposal, and as such, was not considered in the competitive bid process. Waste Management Inc. was selected as the lowest responsible bid.



SERVICE AND ACCOUNTABILITY

Waste Management Inc., the operator of Guadalupe Landfill, was selected as your garbage disposal vendor. Waste Management presented to the City Council that they are a business in good standing and whose Guadalupe Landfill facility in San Jose does not create odor or nuisance issues to Residents and Property Owners in Milpitas.



REDUCING ODORS

The City's new deal with Waste Management Inc. means we no longer send Milpitas garbage to Newby Island. Under the new City of Milpitas/Waste Management Inc. contract, Milpitas garbage will now be disposed at Guadalupe Landfill. By selecting Waste Management Inc. as the City of Milpitas garbage disposal vendor, Milpitas garbage will no longer contribute to the odor being investigated by BAAQMD at Newby Island. All environmental and regulatory requirements are in compliance with the new contract.



REDUCING COSTS

The new Waste Management contract signed by the City is \$2/ton cheaper than what Republic Services/Allied Waste currently charges San Jose. Milpitas will have "dump days" at the Waste Management Transfer Station in Fremont for \$1.



